

May 18, 2026

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Notice Regarding Capital Increase in a Subsidiary (Designation as a Specified Subsidiary)

At a meeting of the Board of Directors held on May 18, 2026, The Monogatari Corporation resolved to carry out a capital increase in Storytellers USA, Inc., the holding company of Shin Nihon Kosan Inc. and other companies (hereinafter collectively referred to as the “SHOGUN Group”), which operates restaurants in the United States. As a result of this capital increase, the capital of Storytellers USA, Inc. will amount to 10% or more of the Company’s stated capital, and Storytellers USA, Inc. will therefore qualify as a specified subsidiary of the Company. Details are as follows.

1. Reason for the Capital Increase

Under its medium-term management vision, “Monogatari Vision 2030,” the Group has set out a “multifaceted growth strategies for realizing a business development-type leading company.” To this end, it has been working to strengthen existing brands and create new growth engines, with the goal of expanding its businesses both in Japan and overseas and maximizing sales and profits by placing business model development at the core of its strategy.

Given that the U.S. restaurant market, the largest in the world, is expected to continue growing steadily, the Company has decided to carry out this capital increase to strengthen its management team and organizational structure and to expand its store network.

2. Overview of the Target Company

(1)	Name	Storytellers USA, Inc.	
(2)	Title and Name of Representative	Masamichi Okada (Representative Director and Senior Executive Officer of the Company)	
(3)	Head Office Location	State of Delaware, United States	
(4)	Date of Establishment	March 17, 2025	
(5)	Business Description	Holding company	
(6)	Stated Capital (Before Capital Increase)	USD 3.5 million	
(7)	Relationship Between the Listed Company and the Target Company	Capital Relationship	The Company holds a 100% equity interest in the target company.
		Personnel Relationship	One officer of the Company concurrently serves as an officer of the subsidiary.
		Business Relationship	None applicable

3. Outline of the Capital Increase

(1)	Amount to Be Paid In	USD 6.5 million
(2)	Payment Date	June 30, 2026 (planned)
(3)	Stated Capital After the Capital Increase	USD 10 million
(4)	Equity Ownership Ratio	The Company: 100%

4. Impact on Business Results

The impact of this matter on the Company's consolidated results for the fiscal year ending June 2026 is expected to be minor.